

FISCAL NOTE

HB 257 – SB 1867

February 9, 2007

SUMMARY OF BILL: Amends the retirement law by authorizing any vested Group I and Group 2 police officer to retire with unreduced service retirement benefits upon attaining age 55 and by authorizing such police officers to retire with service retirement benefits at any age upon completion of 25 years of creditable service.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures – Exceeds \$15,000,000/Permissive

Assumptions:

- Bill does not apply to state police officers.
- Covered payroll for state police (Safety, TBI, ABC) is approximately \$58,400,000.
- Based on actuarial information, imposing a 25-year or age 55 service retirement would increase annual costs for state police by approximately 3.5% of covered payroll or \$3,053,000.
- Number of police officers in local governments is approximately five times the liability of the state police group.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director

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